

Senate File 2213 - Introduced

SENATE FILE 2213

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(COMPANION TO 5582HH BY
PETTENGILL)

A BILL FOR

1 An Act exempting certain veterans organizations from payment of
2 sales tax and certain fees for conducting games and raffles.
3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

1 Section 1. Section 99B.7, subsection 3, paragraph a, Code
2 Supplement 2011, is amended to read as follows:

3 a. (1) A person wishing to conduct games and raffles
4 pursuant to this section as a qualified organization shall
5 submit an application and a license fee of one hundred fifty
6 dollars. The annual license fee for a statewide raffle
7 license shall be one hundred fifty dollars. However, upon
8 submission of an application accompanied by a license fee of
9 fifteen dollars, a person may be issued a limited license to
10 conduct all games and raffles pursuant to this section at a
11 specified location and during a specified period of fourteen
12 consecutive calendar days, except that a bingo occasion may
13 only be conducted once per each seven consecutive calendar days
14 of the specified period. In addition, a qualified organization
15 may be issued a limited license to conduct raffles pursuant to
16 this section for a period of ninety days for a license fee of
17 forty dollars or for a period of one hundred eighty days for
18 a license fee of seventy-five dollars. For the purposes of
19 this paragraph, a limited license is deemed to be issued on the
20 first day of the period for which the license is issued.

21 (2) A qualified organization representing veterans is
22 exempt from assessment and payment of a license fee under this
23 paragraph.

24 Sec. 2. Section 423.3, Code Supplement 2011, is amended by
25 adding the following new subsection:

26 NEW SUBSECTION. 96. The sales price from sales of goods,
27 wares, or merchandise, or from services furnished, to an
28 organization representing veterans that is exempt from federal
29 income tax under section 501(c)(19) of the Internal Revenue
30 Code if such goods, wares, merchandise, or services are to be
31 used in the operation of the veterans organization.

32 EXPLANATION

33 This bill exempts certain veterans organizations from
34 payment of sales tax and certain fees.

35 The bill exempts a veterans organization that is exempt

1 from federal income tax under section 501(c)(19) of the
2 Internal Revenue Code from assessment and payment of license
3 fees charged to qualified organizations conducting games and
4 raffles.

5 The bill also exempts such veterans organizations from
6 sales taxes on goods, wares, or merchandise, or from services
7 furnished, if such items are to be used in the operation of the
8 veterans organization. By operation of Code section 423.6, an
9 item exempt from the imposition of the sales tax is also exempt
10 from the use tax imposed in Code section 423.5.